

To: POLICY & RESOURCES (FINANCE) SUB-COMMITTEE		Subject: FINANCE DEPARTMENT – CAPITAL PROGRAMME 2005/2006 MONITORING REPORT 1 ST APRIL TO 9 TH DECEMBER 2005
From: DIRECTOR OF FINANCE		
Date: 06 January 2006	Ref: AC/EK/P9	

1. Introduction

- 1.1. The purpose of this report is to provide a summary of the financial performance of the Finance Department against the Capital Programme for 2005/2006. Information on current expenditure is up to and including 9 December 2005.

2. Current Programme

- 2.1 The Finance Department Capital Programme amounts to £1.225m. However, £0.058m of this relates to capital leverage funding and £0.777m to IT Strategy Funding, both of which are managed at a corporate level. This leaves £0.390m for projects in respect of the Finance Department's own services.

3. Budget Monitoring Summary

- 3.1. The position for the Finance Department as the 9 December 2005 can be summarised as follows: -
- £0.243m (62.3%) of the Finance Department's own Capital Programme was legally committed; and
 - £0.106m (27.2%) had been spent.
- 3.2. A comprehensive analysis containing information on individual projects is appended.

4. Budgetary Control

- 4.1. £1.765m slippage was announced at Mid Year Review against the External Funding budget, £1.410m of which is committed against the Summerlee project to be spent in 2006/07. The current year budget of £0.058m is committed against Luggie Glen.
- 4.2. £0.175m slippage against Corporate IT projects was announced at mid year review and the budget for 2005/06 was reduced accordingly.
- 4.3. It is noted that, to date, only 14% of the budget for Corporate IT projects has been spent. Although assurances have been given that these projects will be delivered by the end of the year, it is anticipated that there will be a level of slippage against this overall budget. The programme will continue to be closely monitored and variations reported as they become known.

5. Recommendation

- 5.1. The Committee is asked to note the financial position of the Capital Programme as at 9 December 2005.

A handwritten signature in black ink, appearing to read 'Alan Williams', is positioned above the title 'Director of Finance'.

Director of Finance

FINANCE/IT DEPARTMENT

PROJECT	CURRENT BUDGET £'000	PROJECTED OUTTURN £'000	PROJECTED OUTTURN VARIANCE £'000	ACTUAL EXPENDITURE as at 4/2/05 £'000	COMMITTED EXPENDITURE £'000	COMMENTS
<u>IT Services</u>						
Enterprise Computing	41,358	41,358	0	891	891	Under development
IT Equipment Replacement	185,087	185,087	0	86,562	86,637	
<u>Accounting Services</u>						
Systems Development	161,520	161,520	0	16,991	154,246	Various projects currently underway
<u>Revenue Services</u>						
Upgrade Cash Collection Offices	2,222	2,222	0	1,808	1,808	
Sub Total	390,187	390,187	0	106,252	243,582	
<u>Corporate Programme</u>						
Capital Leverage Fund	57,900	57,900	0		57,900	Committed against Luggie Glen
Corporate IT Strategy	777,148	777,866	-718	109,792	136,226	Identified projects progressing to plan. Small overspend expected on one project only.
TOTAL	1,225,235	1,225,953	-718	216,044	437,708	

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